

MUNICIPAL FINANCE IMPROVEMENT PROGRAMME PHASE II (MFIP II)

NATIONAL TREASURY
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national treasury

Department:
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REPUBLIC OF SOUTH AFRICA

CONTENT

- **Background**
- **MFIP II – Support**
- **MFIP II – SCOA Piloting**
- **MFIP II – Procurement of TA's**

BACKGROUND

- ✓ Municipal Finance Improvement Programme (MFIP) commenced under auspice of Office of Accountant General (OAG), managed by the CD: MFMA Implementation on 1 April 2011 and concluded 31 March 2014
- ✓ NT provided direct support to 8 PT's and 91 muni's through placement of Technical Advisors
- ✓ Strategic goals:
 - ✓ Facilitate improved management financial affairs of municipalities regarding MFMA
 - ✓ Support Presidential Outcomes 9 and 12
- ✓ Memorandum of Agreement (MoA) and Project Charter (PC) signed between Government Technical Advisory Centre (GTAC) and OAG on 24 June 2014
- ✓ Makes provision for the launch of the MFIP II under the auspice of the OAG, managed by the Chief Director: Capacity Building

MFIP II – SCOA Piloting

- Direct Technical Advisor Support envisaged: Jan 15 – Dec 15
- Placed at following SCOA pilot municipalities:
 - Greater Giyani Local Municipality (Limpopo)
 - Setsoto Local Municipality (Free State)
 - Victor Khanye Local Municipality (Mpumalanga)
 - uMlathuze Local Municipality (KZN)
 - Overstrand Local Municipality (Western Cape)
 - Camdeboo Local Municipality (Eastern Cape)
 - Merafong Local Municipality (Gauteng)
 - Sol Plaatje Local Municipality (Northern Cape)
 - Tlokwe Local Municipality (North West)

MFIP II – TA Roles and Responsibilities

- Act as liaison officer between muni, relevant PT and NT SCOA Project Team;
- Assist municipality with the preparation and adoption of SCOA implementation plan;
- Monitoring and oversight process made with the pilot process:
 - Lead up to budget capturing within the SCOA classification framework for the 2015/16 MTREF;
 - Actual Pilot implementation: 1 July 2015; and
 - Report extraction aligned to the local government financial management accountability cycle (i.e. monthly, quarterly and annually);
- Assist municipality in identifying all risks associated with SCOA implementation and advice and assist in the management of it on a monthly basis – including escalation to PT, NT SCOA Project Team and vendor
- Coordinate information flow between muni, PT, NT SCOA Project Team and vendor;
- Attendance of SCOA ICF;
- Attendance of Provincial Treasury CFO Forums and providing feedback on SCOA ICF resolutions and providing training on specific issues;
- Assist with quality control on submissions;
- Provide strategic, tactical and operational advice on the broader financial management disciplines;
- Assist with the determination of capacity development needs and facilitate the appropriate training; and
- Once pilots are up and running Advisors relocated to respective PT's for further broader roll-out and replication at non-pilot municipalities

MFIP II – Procurement of TA's

- Advertisement placed Sunday 21 September 2014
– Expression of Interest
- Closing date 10 October 2014
- Evaluation of submissions
- Requests for proposals
- Evaluation and Interviews
- Envisaged placement of Advisors by 01 Jan 2015

Questions?